

State of Utah DEPARTMENT OF NATURAL RESOURCES Division of Oil, Gas & Mining

MICHAEL R. STYLER Executive Director

JOHN R. BAZA Division Director Outgoing C0070039 #3531

May 18, 2010

Erwin Sass, General Manager Canyon Fuel Company, LLC P.O. Box 1029 Wellington, Utah 84542

Subject:

Degas Well G-30, Canyon Fuel Company, LLC., Dugout Canyon Mine,

C/007/0039, Task ID #3531

Dear Mr. Sass:

The Division has reviewed your application to construct degas well G-30 and determined that there are deficiencies that must be addressed before a determination can be made that the requirements of the R645 Coal Mining Rules have been met, and approval granted. The deficiencies are listed as an attachment to this letter.

In order to facilitate an expedient response to the deficiencies, the initials of each deficiencies author are provided so that your staff can communicate directly with that individual should questions arise.

The plans as submitted are denied. Please resubmit the entire application.

Please call me (801) 538-5262 or Steve Christensen (801) 538-5350 with any questions or concerns that you may have.

Sincerely,

James D. Smith Permit Supervisor

JDS/SKC/sqs cc: Price Field Office O:\007039.DUG\FINAL\WG3531\WG3531_Def_ltr.doc

Deficiency List

Task No. #3531 Degas Well G-30

The members of the review team include the following individuals:

Priscilla Burton (PB) Steve Christensen (SC) Ingrid Wieser (IW)

R645-301-223- The Permittee must sample and analyze soil horizons at the location of G-30-1 and G-30-2 and provide results of analysis to the Division for review and comment. (PB)

R645-301-131- The soil survey presented in Attachment 2-1 must state the name of the soil scientist conducting the work and the date of collection. (PB)

R645-301-731- The Permittee must revise 'Location of Methane Drainage Well' in Attachment 5-2 to depict proposed degas wells G-22, G-25, G-26, G-29 as well as G-30.

The Permittee must revise Plate 4 of Attachment 5-4. The legend of Plate 4 should identify what the double red lines denote on the figure. In addition, the legend should identify what a single green line represents on the figure. (SC)

R645-301-321- Please update figure 3-2 to include proposed well site G-30 and all other un-reclaimed well pad locations. (IW)